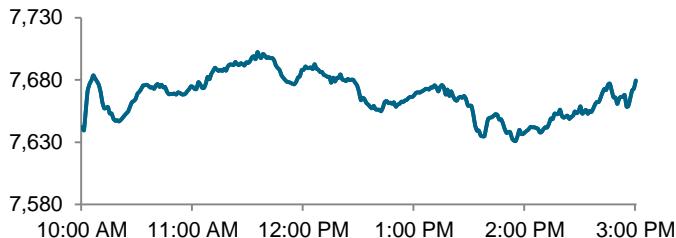


# DAILY MARKETS OVERVIEW

18 OCTOBER 2018



## TASI Intraday



Source: Reuters

## Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	7,658	-0.1	1.7	6.0	16.0
Saudi (NOMU)	2,318	0.2	-4.6	-26.2	7.8
Energy	4,749	0.6	-2.5	11.0	16.5
Materials	5,441	0.9	2.3	7.7	16.8
Capital Goods	3,682	2.4	2.9	-15.2	15.6
Com. & Prof. Svc	3,992	1.2	-3.6	-5.1	17.6
Transportation	3,512	2.1	-3.2	-12.5	21.1
Cons. Durables & Apparel	3,389	1.7	-3.4	-18.1	NA
Consumer Services	2,972	1.3	-1.2	-19.4	16.7
Media	10,496	-0.2	-6.7	35.7	NA
Retailing	5,980	-0.1	-4.1	6.2	22.7
Food & Staples Retailing	5,368	2.7	-2.4	-4.3	21.5
Food & Beverages	3,863	4.1	2.9	-21.1	24.1
Health Care Equipment	3,449	0.6	-6.5	-22.4	16.4
Pharma, Biotech & Life Science	3,839	0.0	-5.4	-3.3	25.5
Banks	6,924	-1.5	3.8	25.8	12.6
Diversified Financials	3,267	1.2	-4.4	-18.9	NA
Insurance	3,629	3.5	-2.0	-23.2	28.7
Telecommunication	4,832	-1.5	-0.7	13.6	16.1
Utilities	3,484	-0.3	0.8	-23.6	NA
REITs	3,574	0.7	-0.7	-22.9	NA
Real Estate	3,266	0.6	-3.4	-30.5	19.5

Sources: Bloomberg, Reuters, Tadawul

## Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Saudi Industrial Export Co.	83.80	10.0%	1.8
Al Alamiya for Cooperative Insurance Co.	32.00	10.0%	9.4
Malath Cooperative Insurance and Reinsurance	11.00	7.8%	22.9
Middle East Specialized Cables Co.	6.94	6.8%	7.5
Savola Group	29.85	6.4%	46.1

Source: Tadawul

## Upcoming General Assembly Meetings

Company	Date
Rabigh Refining and Petrochemical Co.	22-Oct-18
Jarir Marketing Co.	28-Oct-18
Middle East Paper Co.	29-Oct-18
National Agricultural Marketing Co.	30-Oct-18
Methanol Chemicals Co.	1-Nov-18
Tabuk Cement Co.	1-Nov-18

Source: Tadawul

**NOTES:** (1) Prices as of last trade. Updated as of October 18, 2018  
(2) WTD: Week to Date and YTD: Year to Date

## Saudi Market Update

- TASI closed 0.1% lower at 7,658 while NOMU ended 0.2% higher at 2,318 on Wednesday. TASI traded value totaled SAR 3.7bn and averaged SAR 3.5bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 50.8% of the daily traded value.
- Banks ended 1.5% lower and Materials were 0.9% higher, respectively. Telecom closed 1.5% lower. Food & Beverages was the best sector performer (up 4.1%). Among stocks, Saudi Industrial Export Co. (4140/SIECO AB), Al Alamiya for Cooperative Insurance Co. (8280/ALALAMIY AB), and Malath Cooperative Insurance and Reinsurance Co. (8020/MALATH AB) led the gainers.
- KSA's holdings of US Treasuries stood at USD 169.5bn (SAR 636bn) in August, a rise of USD 2.7bn (SAR 10.1bn) M/M, new data released by the US Treasury showed. KSA maintained its 10th place among the largest holders of US debt in August 2018. (Source: Argaam)
- Small and Medium Enterprises General Authority (Monsha'at) and the Local Content and Private Sector Development Unit (Namaa) have launched a venture capital initiative worth SAR 2.8bn (USD 10.5bn) as part of their private sector stimulus program. (Source: Argaam)
- Ministry of Commerce and Investment has issued six new cement export licenses for the period between June and October, bringing up total licenses to 31. (Source: Argaam)
- The Saudi Contractors Authority (SCA) is currently working on a mechanism to guarantee the rights of subcontractors (small contractors) taking part in big projects, as usually most rights go to the main contractors. (Source: Argaam)
- Saudi Aramco revealed that the Yanbu South Terminal has added three million barrels per day of crude oil to the company's West Coast export capacity after undergoing a comprehensive rehabilitation and upgrade program. (Source: Argaam)
- Al Jouf Cement Co. (3091/JOUF AB) signed an agreement with Palestine-based Sanad Trading and Marketing to export 50,000 tons of cement and clinker annually. The related financial impact is likely to show in mid-Q4 2018. (Source: Argaam)
- Low-cost carrier flynas has announced the launch of its direct flights from King Fahd International Airport in Dammam to Dubai. The carrier also announced direct flights from Dammam to Arar, the capital of the Northern Border region. (Source: Argaam)

## Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Arab National Bank	31.05	-5.1%	6.3
Samba Financial Group	31.05	-3.7%	85.4
National Commercial Bank	44.50	-3.5%	61.9
Saudi Telecom Co.	81.50	-2.5%	28.8
Riyad Bank	16.70	-2.5%	9.9

## Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Basic Industries Corp.	125.80	1.5%	656
Alinma Bank	20.70	0.0%	377
Al Rajhi Bank	86.40	-0.1%	333
Saudi Kayan Petrochemical Co.	15.82	-1.1%	311
Dar Alarkan Real Estate Development Co.	9.26	2.3%	215

Source: Tadawul

# DAILY MARKETS OVERVIEW

18 OCTOBER 2018



## GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,742	0.5	-0.5	-18.7	7.2
Abu Dhabi (ADX)	4,957	0.5	-0.2	12.7	13.0
Kuwait (KSE)	5,138	0.5	-0.5	0.2	15.9
Qatar (QE)	10,157	1.3	3.0	19.2	15.2
Oman (MSM)	4,453	0.0	-0.8	-12.7	10.3
Bahrain (BSE)	1,313	0.1	-0.2	-1.4	8.9
DJMENA Index	2,742	0.5	-0.5	-18.7	7.2

Source: Bloomberg, Reuters

## Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,809	0.0	1.5	5.1	20.1
US (NASDAQ 100)	7,643	0.0	1.9	10.7	23.4
UK (FTSE 100)	7,055	-0.1	0.8	-8.2	15.7
Germany (DAX)	11,715	-0.5	1.7	-9.3	13.7
France (CAC 40)	5,145	-0.5	1.0	-3.2	16.3
Russia (MICEX)	2,411	-0.2	0.3	14.3	6.5
Japan (Nikkei)	22,841	0.8	0.1	-0.2	16.1
Hong Kong (HSI)	25,451	0.0	-1.4	-14.9	9.7
South Korea (KOSPI)	2,168	1.0	0.3	-12.2	10.3
China (SHCOMP)	2,562	0.6	-1.7	-22.5	12.1
India (NIFTY)	10,453	-1.2	-0.2	-0.7	21.6
Brazil (IBOV)	85,764	0.1	3.4	12.3	NA
Turkey (BIST 100)	98,991	0.5	2.4	-14.2	7.5
Egypt (EGX30)	13,816	0.9	4.0	-8.0	12.8
MSCI Emerging Markets	985	0.0	0.5	-15.0	11.7
MSCI World	2,091	0.0	1.3	-0.6	17.6

Source: Bloomberg, Reuters

## Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	80.4	-1.3	-0.1	20.2	38.9
Natural Gas (\$/mmbtu)	3.3	2.2	4.7	17.9	8.0
Gold (\$/oz)	1,224	-0.1	0.5	-6.3	-4.7
Silver (\$/oz)	14.6	-0.4	0.0	-14.4	-13.9
Platinum (\$/oz)	833	-1.1	-0.7	-10.6	-10.9
Copper (\$/t)	6,216	0.2	-1.6	-13.8	-11.1
Zinc (\$/t)	2,711	2.7	1.3	-18.8	-12.8
Lead (\$/mt)	2,032	-2.3	-0.3	-18.6	-18.6
Wheat (\$/bu)	515	-1.7	-0.5	10.5	0.0
Corn (\$/bu)	373	-0.7	-0.3	-2.9	-5.5
Sugar (\$/lb)	13.7	3.6	5.0	-9.7	-9.9

Source: Bloomberg

## Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.44	0.00	0.75	0.00
Saudi Arabia	2.74	0.00	0.84	0.29
UAE	2.64	-0.04	0.84	0.19
Kuwait	2.00	0.00	0.13	-0.44
Qatar	2.80	0.00	0.15	0.36
Bahrain	3.75	0.00	1.03	1.31

Source: Reuters

**NOTES:**(1) Prices updated as of October 18, 2018(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, \*Spread = US 3M Rate – Country 3M Rate

## GCC & Global Markets Update

- US markets ended mixed on Wednesday. S&P 500 and NASDAQ were flat. Dow Jones Industrial closed 0.4% lower. In Europe, UK and Germany decreased 0.1% and 0.5%, respectively, while France decreased 0.5%.
- Asian markets are trading mixed on Thursday. China is trading 2.0% lower. Japan is down 0.5% while South Korea decreased 0.6%. Hong Kong is trading 0.1% higher, while Indian market is closed.
- GCC markets ended mixed on Wednesday. Dubai and Abu Dhabi were up 0.5%. Kuwait increased 0.5% while Qatar closed 1.3% higher. Oman was flat and Bahrain increased 0.1%.
- The UK Consumer Price Index (CPI) for the month of September 2018 stood at 0.1% M/M, 2.4% Y/Y (prior: 0.7% M/M; 2.7% Y/Y; consensus: 0.3% M/M, 2.6% Y/Y). (Source: Econoday)
- According to the US EIA Petroleum status report, crude oil inventories were up 6.5mn barrels (prior 6.0mn barrels) for the week ended October 12. (Source: Econoday)
- GDP of Abu Dhabi at current prices grew to AED 232.7bn (USD 63.3bn) in 2Q18, up 15.3% from AED 202bn (USD 54.9bn) in 2Q17, according to data released by Statistics Centre – Abu Dhabi (SCAD). (Source: Trade Arabia)
- Dubai Land Department (DLD) and the Telecommunications Regulatory Authority (TRA) have signed an agreement aimed at regulating real estate advertisements. The MoU will set an operational framework in the control departments, thus reducing misleading real estate adverts. (Source: Arabian Business)
- The UAE has launched 'Madrasa', the largest free e-learning platform in the Arab world, under the umbrella of the Mohammed Bin Rashid Al Maktoum Global Initiatives (MBRGI). The platform offers 5,000 world-class Arabic educational videos and targets all levels of school students from kindergarten to grade 12. (Source: Trade Arabia)
- The Abu Dhabi Fund for Development (ADFD) has allocated nearly AED 11.0bn (USD 3.0bn) for development projects in the education and healthcare sectors to elevate the standard of living in developing countries and eradicate global poverty. (Source: Trade Arabia)
- Abu Dhabi Global Market (ADGM), the international financial centre in the UAE capital, announced that its arbitration hearing facility, the ADGM Arbitration Centre, has officially started full operations. (Source: Arabian Business)
- The UAE's Federal Tax Authority (FTA) has simplified the procedures to reclaim value added tax (VAT) for Emirati nationals who are building new residences. (Source: GulfBase)
- Oman's central bank raised OMR 30mn (USD 78bn) by way of allotting treasury bills. The treasury bills are for a maturity period of 28 days, from October 17, 2018 until November 14, 2018. (Source: GulfBase)

## Coming Up

- US jobless claims for the week ended October 13 (prior: 214K; consensus: 215K) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended October 19 (prior: 6.5mn barrels) will be announced on October 24. (Source: Econoday)
- US New Home Sales for the month of September (prior: 629K) will be announced on October 24. (Source: Econoday)



## Contacts

### RESEARCH & ADVISORY

[Research&Advisory@FransiCapital.com.sa](mailto:Research&Advisory@FransiCapital.com.sa)

### SAUDI FRANSI CAPITAL

#### Call Centre

800-125-9999

#### Website

[www.sfc.sa](http://www.sfc.sa)

### SAUDI FRANSI CAPITAL (CLOSED JOINT STOCK COMPANY OWNED BY BANQUE SAUDI FRANSI)

Licensed by the Capital Market Authority to conduct all securities business activities. license Number 11153-37

C.R. 1010231217 - Paid Up Capital 500,000,000 S.R.

Head Office: 8092 King Fahd Road - Riyadh 12313-3735 - Kingdom of Saudi Arabia

Mailing Address: P.O. Box 23454 - Riyadh 11426

Tel: +966 11 282 6666 - Fax: +966 11 282 6667

## Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not held responsible that the information in this report is complete or free from any error.

This report is not considered to be construed as, an offer or solicitation of an offer to buy or to sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor due to the investment in such kind of securities may not be suitable for all.